

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF AEP KENTUCKY TRANSMISSION)	
COMPANY, INC. FOR A CERTIFICATE OF PUBLIC)	CASE NO.
CONVENIENCE AND NECESSITY PURSUANT TO)	2011-00042
KRS 278.020 TO PROVIDE WHOLESALE)	
TRANSMISSION SERVICE IN THE COMMONWEALTH)	

COMMISSION STAFF'S INFORMATION REQUEST TO
KENTUCKY POWER COMPANY AND
AEP KENTUCKY TRANSMISSION COMPANY, INC.

Kentucky Power Company ("Kentucky Power") and AEP Kentucky Transmission Company, Inc. ("KY Transco"), pursuant to 807 KAR 5:001, are to file with the Commission the original and 10 copies of the following information, with a copy to all parties of record. The information requested herein is due no later than July 29, 2011. Responses to requests for information shall be appropriately bound, tabbed and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Kentucky Power and KY Transco shall make timely amendment to any prior response if they obtain information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Kentucky Power and KY Transco fail or refuse to furnish all or part of the requested information, they shall provide a written explanation of the specific grounds for their failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request.

1. Refer to the Supplemental Testimony of Lisa M. Barton, specifically, the answer beginning on page 2 at line 16, continuing to page 3 at line 4. Clarify whether the last sentence on page 3 at lines 2-4 is intended to mean that (1) a possible future transmission project between the PJM Interconnection and the Tennessee Valley Authority systems in Kentucky, constructed by either Kentucky Power or KY Transco, will have no direct impact on either Kentucky Power or KY Transco; or (2) because no such project is presently planned and because it has not been determined who would build or own any such facilities, there will be no immediate direct impact on either Kentucky Power or KY Transco due to the recent Memorandum of Understanding between TVA and American Electric Power Company, Inc. ("AEP").

2. Refer to the Direct Testimony and Exhibits of Gregory G. Pauley ("Pauley Testimony") beginning on page 3 at line 12, continuing to page 4 at line 11.

a. The reference to the speech by Mr. Michael G. Morris states that “Mr. Morris used Kentucky Power Company as an example of an asset that has had a recent history of under earning” When reviewing the earnings of its assets, describe what time frame AEP typically considers as “recent history.”

b. Provide, for each year from 2001 through 2010, the earned return on equity for each of the AEP operating companies.

3. Refer to Pauley Testimony, page 8 at lines 1-16.

a. If Kentucky Power and KY Transco were no longer under common ownership at some point in the future, explain whether the Project Selection Guideline process would continue to be viable.

b. Refer to the statement beginning on line 9 and ending on line 12. Explain whether by “consumers within the Commonwealth” the statement means that, in the event Kentucky Power and KY Transco are not under common ownership, the transmission facilities to be constructed and owned by KY Transco would be intended to provide service to Kentucky Power customers, non-Kentucky Power customers, or both.



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DATED JUL 14 2011

cc: Parties of Record

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